

**RESOLUTION NO. 74703**

**A RESOLUTION OF THE COUNCIL OF THE CITY OF SAN JOSE AUTHORIZING THE DIRECTOR OF HOUSING TO ACCEPT A CALHOME PROGRAM GRANT FROM THE CALIFORNIA DEPARTMENT OF HOUSING AND COMMUNITY DEVELOPMENT AND TO EXECUTE DOCUMENTS THAT MAY BE NECESSARY TO IMPLEMENT THE GRANT PROGRAMS**

**WHEREAS**, in June of 2008, the Housing Department submitted an application for \$1.5 million in Proposition 1C funding, and on October 14, 2008 the Housing Department received notification that the City of San José's ("City") application was awarded as submitted; and

**WHEREAS**, the CalHome Program funds will be used for two purposes, first to provide non-interest bearing, deferred payment loans to low-income homeowners in Strong Neighborhood Initiative areas to be used to rehabilitate approximately 30 single-family residences to mitigate critical health and safety conditions, provide handicapped accessibility improvements and improve energy efficiency; and

**WHEREAS**, the other use of the funds will be to provide low-interest deferred payment loans to up to 20 low-income first-time homebuyers, in an amount not to exceed \$25,000 per unit and shall accrue interest at 3% simple interest for 30 years, through the Welcome Home Program; and

**WHEREAS**, the City desires to accept the CalHome grant funds and to authorize the Director of Housing to execute all documents that may be necessary to implement the two programs;

**NOW, THEREFORE**, BE IT RESOLVED BY THE COUNCIL OF THE CITY OF SAN JOSE THAT:

1. The Director of Housing is hereby authorized to accept \$1,500,000 CalHome Program Grant funds from the California Department of Housing and Community Development, as more specifically set forth in the Director of Housing report dated November 17, 2008. \$1,000,000 of the grant will fund the rehabilitation of homes owned by low-income residents within existing Strong Neighborhood Initiative areas and \$500,000 will fund Welcome Home, a second mortgage program for low-income, first-time homebuyers.
2. The Director of Housing is hereby authorized to execute all documents that may be necessary to implement the two programs, as more specifically set forth in the Director of Housing report dated November 17, 2008.

ADOPTED this 9<sup>th</sup> day of December, 2008, by the following vote:

AYES:	CAMPOS, CHIRCO, CHU, CORTESE, LICCARDO, NGUYEN, OLIVERIO, PYLE, WILLIAMS, REED.
NOES:	NONE.
ABSENT:	CONSTANT.
DISQUALIFIED:	NONE.

---

CHUCK REED  
Mayor

ATTEST:

---

LEE PRICE, MMC  
City Clerk